

CIRCULAR

TYPE & NUMBER EMR Circular 162

Date 27 July 2018

Purpose For information

Capacity Market - Capacity Cleared Price Adjusted for UK Consumer Prices Index

On behalf of [Electricity Settlement Company](#) (ESC), EMRS would like to inform **Capacity Providers** that the Capacity Cleared Price (CCP) for the T-4 2014 Auction has been adjusted by UK Consumer Prices Index (CPI) before the commencement of the 2018/19 Delivery Year. This has been calculated as specified within the [Electricity Capacity Regulations 2014](#) (as amended).

This circular provides the adjusted CCP for the T-4 Auction commencing from the 2018/19 Delivery Year and where it has been published on the [EMRS website](#).

Capacity Cleared Price for the T-4 2014 Auction

The table below illustrates the adjusted CCP for the T-4 Auction commencing from the 2018/19 Delivery Year.

Auction	Delivery Year	Clearing Price*	CPI Adjustment Multiplier**	Adjusted Capacity Cleared Price***
2014 T-4	1 October 2018 to 30 September 2018	£19,400.00 MW	1.073635	£20,828.517 MW

*As stated in the [Final Auction Results T-4 Capacity Market Auction 2014](#) and for this table it's been converted from £ per kW to £ per MW.

** "CPI" means the UK Consumer Prices Index (All Items) published monthly by the Office for National Statistics or, if such index ceases to be published, such other index as may replace it.

*** As stated in the [Electricity Capacity Regulations 2014](#) (as amended) to calculate the price in pounds per MW.

This has been published on the [Settlement Data webpage for Capacity Providers](#). Please refer to the 'Capacity Cleared Price Adjusted for UK Consumer Prices Index' drop down on this webpage.

Where can I get more information?

[G17 – Capacity Provider Payments](#) illustrates a worked example of Capacity Cleared Price (CCP) adjusted for inflation in Appendix 4.

If you have any questions, please email contact@emrsettlement.co.uk or call us on 020 7380 4333.